

STATE OF INDIANA
DEPARTMENT OF LOCAL GOVERNMENT FINANCE
Indiana Government Center North Room N1058 (B)
Indianapolis, Indiana 46204

IN THE MATTER OF THE REQUEST OF)	
VINCENNES COMMUNITY SCHOOL)	
CORPORATION, KNOX COUNTY,)	
INDIANA, FOR APPROVAL OF A LEASE)	No. 08-011
WITH THE VINCENNES SCHOOL)	
BUILDING CORPORATION)	

A petition was filed on behalf of Vincennes Community School Corporation, Knox County, Indiana, for approval of a lease rental agreement with the Vincennes School Building Corporation providing for the lease of the existing middle school and the proposed new middle school, for a term not to exceed twenty-two years (22) and with a maximum annual lease rental payment of \$2,294,000.

The Department of Local Government Finance ("Department"), pursuant to Executive Order 05-19, has reviewed the proposed lease and the project, and has applied the guidelines set forth in the Guidance for Review of School Building Project Financing and the factors set forth in IC 20-46-7-11. The school corporation has complied with the appropriate provisions of IC 6-1.1-20 and IC 20-46-7-8. After careful consideration of all facts, the Department takes the following action:

APPROVE

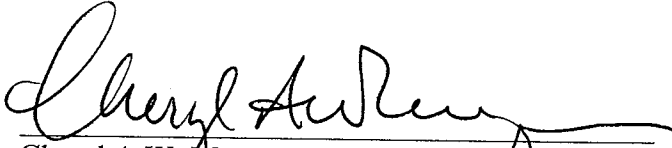
Execution of a lease rental agreement between Vincennes Community School Corporation, Knox County, Indiana, and the Vincennes School Building Corporation for the lease of the existing middle school and the proposed new middle school for a term of not to exceed twenty-two (22) years, at a maximum annual lease rental payment of \$2,294,000, with an option to purchase such buildings. The maximum original aggregate principal amount of bonds to be issued by the Vincennes School Building Corporation payable from such lease payments shall not exceed \$27,300,000. The approval is limited to the projects described in file #08-011 as presented to the School Property Tax Control Board and the Commissioner for consideration.

If the construction bids received for the project are lower than the estimated construction costs presented to the Department, the school corporation and the school building corporation shall amend the lease to lower the lease rental payment to amounts which will amortize the debt. The debt will be limited to total construction bids, costs of issuance, soft construction costs, and construction contingencies. In total, the cost of issuance, soft construction costs and construction contingencies shall not exceed amounts presented to the Department for consideration.

To obtain a debt service rate for 2008 pay 2009, the unit must comply with IC 6-1.1-17-3. In addition, on or before December 31, 2008 the unit must execute the above lease and file with the Department a final amortization schedule.

Dated this 23rd day of June, 2008.

DEPARTMENT OF LOCAL GOVERNMENT FINANCE

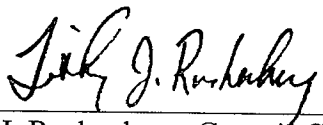

Cheryl A.W. Musgrave, Commissioner

STATE OF INDIANA

DEPARTMENT OF LOCAL GOVERNMENT FINANCE

I, Timothy J. Rushenberg, General Counsel for the Department of Local Government Finance, hereby certify that the above is an order of the Commissioner of the Department of Local Government Finance made this date in the above-entitled matter and that the Commissioner has personally signed the same under her statutory authority.

WITNESS MY HAND AND SEAL of this Commissioner on this the 23 day of June, 2008


Timothy J. Rushenberg, General Counsel